

22 April 1959

MEMO FOR THE RECORD

SUBJECT: Meeting with [ ] and Representatives  
from AFSA

1. At 2:00 p.m. today, I had a conference with [ ]  
[ ] and Messrs. [ ] or  
AFSA, at which it developed that [ ] telecrypto system is not  
now the one he acquired from [ ] that [ ] has studied  
it and approved it and placed an order for a few hundred machines upon  
which he has started production and under which deliveries will commence  
in January.

[ ]

3. [ ] agreed to [ ] have working  
drawings and explanatory literature sent to me.

4. He also agreed that, if the [ ] Government will permit it, he  
will send us within two or three months the two prototypes with which  
[ ] has been experimenting. We will be allowed to keep these  
machines until he can deliver two machines which we offered to purchase.

5. He claims also to be working on a device for short-wave trans-  
mission of his ciphering system, but this is apparently still in his head.

6. A [ ] commission is going to visit his plant shortly to look  
at his ciphering machines. The [ ] are also "interested." He asserts  
that none but the [ ] have seen it.

7. The [ ] have not yet agreed to permit him to show others the  
system he developed for transmitting the key settings on his device.

8. He is not working on any off-line ciphering devices.

[ ]  
Stuart Hedden